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Virginian Denies Guilt in Libya T

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WASHINGTON, Nov. 30 — Douglas M. Schlachter Sr. pleaded not guilty today on charges of illegally shipping explosives to Libya and training terrorists there as part of a conspiracy headed by Edwin P. Wilson and Frank E. Terpil, both former agents of the Central Intelligence Agency.

After a hearing in Federal District Court, Mr. Schlachter's attorney, Alvin C. Askew, said in an interview that his client was "going to give full disclosure" to the prosecutors, including "copies of all documents in his possession."

Mr. Schlachter, who was indicted last August by a Federal grand jury, returned to Washington Sunday from Bujumbura, the capital of Burundi, a country in Central Africa where he had been residing.

In response to pressure from the State Department, the Government of Burundi told Mr. Schlachter last week that he no longer had permission to stay there, according to E. Lawrence Barcella Jr., the assistant United States attorney who is overseeing the investigation. Burundi does not have an extradition treaty with the United States.

Mr. Schlachter was not charged in the original 1980 indictment of Mr. Wilson and Mr. Terpil, but, as a result of newly cooperating witnesses, he was cited in the superseding Federal indictment handed down last August and made public last month.

Mr. Schlachter has no known connections to any intelligence agency, according to Federal prosecutors. They said that he had been working at a family-owned gas station near Upperville, Va., before Mr. Wilson hired him in early 1976 to manage his country estate there.

The prosecutors are known to be interested in gaining Mr. Schlachter's coop-

eration in the case, but they would not comment on the discussions taking place between Mr. Schlachter and the Justice Department.

Mr. Askew said that Mr. Schlachter had documents to support his contention that, while in Libya, he was "taking instructions from and reporting to" people in the C.I.A., the Office of Naval Intelligence and the Pentagon.

Bail Is \$500,000

Mr. Barcella requested a bail of \$500,000 at an arraignment today in Federal court here. Mr. Askew did not object to the amount.

Mr. Schlachter was specifically accused in the indictment of supervising the Libyan end of the deal that Mr. Wilson and Mr. Terpil struck in 1976 to supply the Libyan Government with explosives and to train terrorists.

Mr. Barcella said in a telephone interview that he was "looking into allegations" made by Mr. Schlachter last month.

In an interview with CBS News, Mr. Schlachter linked some of Mr. Wilson's business activities to active C.I.A. and military officials and said that he reported regularly to some C.I.A. officials while he was in Libya. The intelligence agency has denied any "official" involvement in Mr. Wilson's private activities, but has acknowledged that some officials in the agency were involved with Mr. Wilson.

Marshals Are Holding Suspect

The 38-year-old Virginian is being held at an undisclosed location by United States marshals and could face more than 25 years in prison if convicted on the various charges. Mr. Askew described Mr. Schlachter as a "businessman" who returned to the United States voluntarily. The lawyer also said that Mr. Schlachter had not had any contact with Mr. Wilson since he was threatened by Mr. Wilson three years ago.

Mr. Wilson and Mr. Terpil remain fugitives from the Federal charges. Mr. Wilson is currently living in Libya, and Mr. Terpil is believed to be residing in Beirut, Lebanon.